

7638 River Road Pike Nashville, TN 37209 (615) 356-2880

Aprıl 15, 2005

Mrs Darlene Standley, Chief Utilities Division Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

RE Tennessee Wastewater Systems, Inc.'s Petition to Amend Certificate of Public Convenience and Necessity to Provide Wastewater Utility Services (Docket No 05-00070 - Majestic Mountain Resort)

Dear Mrs Standley

Tennessee Wastewater Systems, Inc. provides the following information per your request dated March 28, 2005.

1 A description of the service TWS proposes to render.

We propose to provide wastewater service to two commercial lodges with eight to ten bedrooms in each

2 The engineering and construction plans for the proposed area

None Available

3 Financial statements for TWS for the most recent twelve (12) months

On file with the TRA

4 A detailed estimate of the cost of construction of the system, which should include all capitalized costs (construction, engineering, legal, administrative, etc.)

None available, however TWS will not invest any capital in the system

5. A pro forma statement of the cost of operating the system and estimated revenues for the first five years

	2006	2007	2008	2009	<u>2010</u>
COSTS	3,530	3,530	3,530	3,530	3,530
REVENUES	3.840	3,840	3,840	3,840	3,840

6 The proposed depreciation rates including the estimated useful life of all treatment plant and facilities

Straight-line depreciation is used for all assets
Treatment systems are based on a life of 26 years. Collection systems are based on a life of 50 years

7 Who will own the facility upon completion of installation? Provide copies of contracts between TWS and the owner of the facility

TWS will own the wastewater treatment facility upon completion No contract is available at this time

8. Has the permit application for Majestic Mountain Resort been filed with the Tennessee Department of Environment and Conservation? What is the status? If the permit has been received, please provide the permit number

The permit has been applied for

9 Please provide evidence that the utility owns the land, has a long-term lease or a written easement where the wastewater facilities are located

None available at this time

If you have any further questions, or need additional information, please feel free to contact me

Sincerely,

Charles Pickney, Jr.

President

Tennessee Wastewater Systems, Inc.